COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF ROWAN WATER, INC.)

FOR A DEVIATION FROM 807 KAR 5:066,) CASE NO. 10416

SECTION 5(4) REGARDING WATER STORAGE)

O R D E R

By letter received October 25, 1988, Rowan Water, Inc. ("Rowan Water"), requested a deviation from 807 KAR 5:066, Section 5(4), which provides that each utility shall provide water storage to insure a minimum of one day's supply of its average daily water usage or such minimum amount deemed adequate by the Commission.

The Commission, having reviewed the evidence of record and being advised, is of the opinion and finds that:

- 1. Rowan Water's average daily water usage including unaccounted-for-water is 651,304 gallons.
- 2. Rowan Water's current water storage capacity is 585,000 gallons.
- 3. The City of Morehead has allocated 180,000 gallons of its 600,000-gallon water storage tank to Rowan Water.
- 4. Given the allocation of 180,000 gallons of the City of Morehead's capacity, Rowan Water's 585,000 gallons of water storage capacity is an adequate amount to be maintained as required by 807 KAR 5:066, Section 5(4).

5. Since Rowan Water has available an amount of water storage sufficient to meet the requirements of 807 KAR 5:066, Section 5(4), no deviation is required.

IT IS THEREFORE ORDERED that Rowan Water's request be denied and this case be and it hereby is dismissed.

Done at Frankfort, Kentucky, this 16th day of January, 1989.

PUBLIC SERVICE COMMISSION

Chairman

Robert M. Down

Vice Chairman

Commissioner Milleson

ATTEST: